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March 28, 2014

Sue Dummar, Legal Secretary
Division of Insurance
1818 East College Parkway, Suite 103
Carson City, Nevada 89706-7986

Re: LCB File No. R067-13

Dear Ms.Dummar:

A regulation adopted by the Commissioner of Insurance has been filed today with the Secretary of State pursuant to NRS 233B.067 or 233B.0675, as appropriate. As provided in NRS 233B.070, this regulation becomes effective upon filing, unless otherwise indicated.

Enclosed are two copies of the regulation bearing the stamp of the Secretary of State which indicates that it has been filed. One copy is for your records and the other is for delivery to the State Library and Archives Administrator pursuant to subsection 6 of NRS 233B.070.

Very truly yours,

A handwritten signature in blue ink, appearing to read "D. Peinado".

Daniel Peinado
Deputy Legislative Counsel

Brenda J. Erdoes
Legislative Counsel

DP/slj
Enclosure

SECRETARY OF STATE
FILING DATA

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Form For Filing
Administrative Regulations

Agency Dept of Business and Industry

Division of Insurance

R067-13

FOR EMERGENCY
REGULATIONS ONLY

Effective date _____

Expiration date _____

Governor's signature

Classification: ☐ PROPOSED ☒ ADOPTED BY AGENCY ☐ EMERGENCY

Brief description of action Regulation concerning Limited Automobile Policy Disclosures

Authority citation other than 233B NRS 679B.130

Notice date 01/22/2014

Date of Adoption by Agency 03/13/2014

Hearing date 03/04/2014

**ADOPTED REGULATION OF
THE COMMISSIONER OF INSURANCE**

LCB File No. R067-13

Effective March 28, 2014

EXPLANATION – Matter in *italics* is new; matter in brackets ~~[omitted material]~~ is material to be omitted.

AUTHORITY: §1, NRS 679B.130.

A REGULATION relating to casualty insurance; revising provisions relating to certain notices for policies of automobile insurance; and providing other matters properly relating thereto.

Section 1. NAC 690B.310 is hereby amended to read as follows:

690B.310 Each insurance company which issues an automobile policy on a risk located or garaged in Nevada which does not include ~~{public}~~ *bodily injury liability insurance* and property damage *liability* insurance will ~~{imprint, stamp, or place a sticker on the face thereof in red in 14-point type or larger wording}~~, *when the policy is issued, include a notice, prominently displayed on the declarations page, which is worded* substantially as follows:

“This is a limited policy which does not provide automobile bodily injury liability *insurance* or property damage liability insurance which are required to satisfy the financial responsibility laws of Nevada or any state.”

BRIAN SANDOVAL
Governor

STATE OF NEVADA

BRUCE H. BRESLOW
Director

SCOTT J. KIPPER
Commissioner



DEPARTMENT OF BUSINESS AND INDUSTRY
DIVISION OF INSURANCE
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Received

MAR 13 2014

LCB Legal

NRS 233B.066
INFORMATIONAL STATEMENT LETTER

March 12, 2014

Debra L. Corp, Paralegal Manager
Legislative Counsel Bureau, Legal Division
401 S. Carson Street
Carson City, NV 89701-4747

Re: Proposed Regulation Relating to Limited Automobile Policy Disclosure
LCB File No. R067-13, Division's Cause No. 13.0404

Dear Ms. Corp:

A workshop was held on October 30, 2013, and a hearing was held on March 4, 2014, at the office of the Department of Business and Industry, Division of Insurance ("Division"), located at 1818 East College Parkway, Suite 103, Carson City, Nevada 89706, with a simultaneous videoconference conducted at the Division's office located in the Bradley Building, 2501 E. Sahara Avenue, Suite 302, Las Vegas, Nevada 89104, in regard to adoption of the regulation concerning limited automobile policy disclosures.

This regulation is needed to provide insurers more flexibility in complying with an existing notice requirement.

Adoption of this regulation is not required by federal law.

Public comment was solicited by posting notices of the workshop and hearing in the following public locations: the Division's Internet Website, the Division's Carson City and Las Vegas offices, Carson City Courthouse, Office of the Attorney General, Capitol Building Lobby, Capitol Building Press Room, Blasdel Building, and Legislative Counsel Bureau; and by providing the notices of the workshop and hearing to: the Donald W. Reynolds Press Center,

Informational Statement Letter

Re: R067-13

March 12, 2014

Page 2 of 3

Nevada State Library, Carson City Library, Churchill County Library, Clark County District Library, Douglas County Library, Elko County Library, Esmeralda County Library, Eureka Branch Library, Humboldt County Library, Lander County Library, Lincoln County Library, Lyon County Library, Mineral County Library, Pershing County Library, Storey County Clerk, Tonopah Public Library, Washoe County Library, and White Pine County Library.

Comments were also solicited from affected businesses and interested persons when the proposed regulation was distributed by e-mail to the Commissioner's Property and Casualty Advisory Committee and other interested parties on October 23, 2013.

The Division's Legal Section maintains an e-mail list of interested parties, comprised mainly of insurance companies, agencies, and other persons regulated by the Division. The parties on the e-mail list were notified of the workshop and hearing and that a copy of the regulation could be accessed from the Division's Internet Website at doi.nv.gov.

The workshop was not attended by any interested member(s) of the public in either Carson City or Las Vegas. At the workshop, the proposed regulation was presented orally by Erin Summers, Insurance Actuarial Analyst II, on behalf of the Division. There was no oral testimony by any member of the public.

The hearing was attended by one interested member of the public, in Carson City only. At the hearing, the proposed regulation was presented orally by Ms. Summers on behalf of the Division. One individual, Kay Lockhart of Nevada Independent Insurance Agents, provided testimony, stating her support for the regulation.

The Division received two written comments. One comment expressed concern with the ambiguous term "public liability" and with including the disclosure notice on the declarations page instead of on a separate policyholder notice. The other comment expressed concern with adding new language to the declarations page.

Regarding the person(s) who gave testimony at the workshop or hearing, and/or submitted written comments, the following disclosures are made pursuant to NRS 233B.066(1)(c):

Name	Organization Represented	Business Address	Business Telephone Number	Electronic Mail Address
Virginia Boyles	ACE NA	436 Walnut St., WA04A Philadelphia, PA 19106	(215) 640-1727	virginia.boyles@acegroup.com
Michael Geeser	CSAA Insurance Group	7445 S. Durango Dr. Las Vegas, NV 89113-3611	(702) 419-7259	Michael.Geeser@csaa.com

Informational Statement Letter

Re: R067-13

March 12, 2014

Page 3 of 3

Kay Lockhart	Nevada Independent Insurance Agents	P.O. Box 645 Carson City, NV 89702	(775) 882-1366	kay@niia.org
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Based upon written comments received and oral testimony provided, the LCB Draft of Proposed Regulation R067-13, dated September 6, 2013, was amended and resubmitted to LCB for revision. The LCB Draft of Revised Proposed Regulation R067-13, dated November 13, 2013, was not further amended.

After considering the record and the recommendation of the hearing officer, the Commissioner has issued an order adopting the regulation, LCB File No. R067-13, as proposed, as a permanent regulation of the Division.

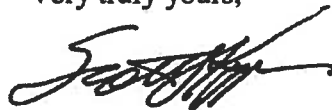
The economic impact of the regulation is as follows:

- (a) On the business it is to regulate: Neutral.
- (b) On the small businesses: Neutral.
- (c) On the public: Neutral.

The Division will not incur any additional expense to enforce this regulation.

The Division is not aware of any overlap or duplication of the regulation with any state, local or federal regulation.

Very truly yours,



SCOTT J. KIPPER
Commissioner of Insurance

Enclosures

cc: Brenda Erdoes, Legislative Counsel
Sheri LeTourneau, Commissioner's Secretary
Adam Plain, Insurance Regulation Liaison
Elena Ahrens, Chief, Property and Casualty Section
Erin Summers, Insurance Actuarial Analyst II, Property and Casualty Section